Approved For Release 2000/06/08 \\A-RDP82-00457R008800090001-8 CLASSIFICATION OFFICE LE CHLY CENTRAL INTELLIGENCE AGENCY INTELLOFAX 9 REPORT NO. INFORMATION REPORT CD NO. COUNTRY Italy DATE DISTR. October 1951 SUBJECT Sale of Improved Types NO. OF PAGES of Arms 25X1A NO. OF ENCLS. ^{25X1A}DO NOT CIRCULATE SUPPLEMENT TO REPORT NO. 25X1X Tullio Mercadent, born at Belluno on 26 April 1913, and Eva Polgar Grimwald, born at Fiume on 25 December 1906, both residing in Rome, on behalf of the Italo-Danubian Mercantile Company, 51 Via Milano, Rome, offered to sell the manufacturing license for new types of Italian automatic arms. The arms consisted of a submachine gun, a machine pistol, and a machine gun. These arms weigh a little more than half of similar types already in use and allegedly contain improvements in the ballistics field. Mercadent and Folgar Grimwald stered that they have already obtained from the Italian Ministry of Defense the approval for the sale of either the manufacturing licenses or the arms already nanufactured in Italy to nonsatellite countries. On 6 June 1951, Polgar Grimwald contacted Americo Falus Lusting, born 3. at Ongarica, Spain on 3 June 1908, businessman, Spanish citizen, bearer of passport No. 819875 issued at Barcelona on 9 July 1949. 25X1A 25X1A that under the name of Falus is concealed a high-ranking Soviet officer charged with purchasing various metals and materials in Italy. Decument No. No Change in Class. Declassified Class. Changed Ter TS Auth.: KR 70-2 Cale: 2.4 AUG 1973 CLASSIFICATION CONTROL - U. OFFICIALS ONLY STATE NAVY DISTRIBUTION